

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

m

E-01049A
Morenci Water and Electric Company
P.O. Box 68
Morenci, AZ 85540

RECEIVED

APR 14 2006

**Z Corporation Commissi
Director of Utilities**

ANNUAL REPORT

FOR YEAR ENDING

12	31	2005
----	----	------

FOR COMMISSION USE

ANN 01	05
--------	----

PROCESSED BY:

4-17-06 RF

SCANNED

5-1-06 RF

COMPANY INFORMATION

Company Name (Business Name) The Morenci Water and Electric Company

Mailing Address 66 Fairbanks Rd P.O. Box 68

(Street)

Morenci

(City)

Arizona

(State)

85540

(Zip)

(928) 865 2229

(928) 865 5261

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address dtrue@phelpsdodge.com

Local Office Mailing Address SAME AS ABOVE

(Street)

(City)

(State)

(Zip)

Local Office Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address _____

MANAGEMENT INFORMATION

Management Contact: D.L. TRUE

SUPERINTENDENT

66 Fairbanks Rd. P.O. BOX 68

(Name)
Morenci

(Title)
Arizona 85440

(Street)

(City)

(State)

(Zip)

928 865 2229

928 865 5261

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address dtrue@phelpsdodge.com

On Site Manager: SAME AS ABOVE

(Name)

(Street)

(City)

(State)

(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address _____

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: ALEXIS D. ZERWAS

4521 US HIGHWAY 191	(Name) MORENCI	ARIZONA	85540
(Street) (928) 865 6252	(City) (928) 865 5288	(State)	(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Attorney: ROSHKA HEYMAN & DEWULF

400 EAST VAN BUREN STREET SUITE 800	(Name) PHOENIX	ARIZONA	85004
(Street) (602) 256 6100	(City) (602) 256 6800	(State)	(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

OWNERSHIP INFORMATION

Check the following box that applies to your company:

- | | |
|---|--|
| <input type="checkbox"/> Sole Proprietor (S) | <input checked="" type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P) | <input type="checkbox"/> Subchapter S Corporation (Z) |
| <input type="checkbox"/> Bankruptcy (B) | <input type="checkbox"/> Association/Co-op (A) |
| <input type="checkbox"/> Receivership (R) | <input type="checkbox"/> Limited Liability Company |
| <input type="checkbox"/> Other (Describe) _____ | |

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

- | | | |
|-------------------------------------|-----------------------------------|--|
| <input type="checkbox"/> APACHE | <input type="checkbox"/> COCHISE | <input type="checkbox"/> COCONINO |
| <input type="checkbox"/> GILA | <input type="checkbox"/> GRAHAM | <input checked="" type="checkbox"/> GREENLEE |
| <input type="checkbox"/> LA PAZ | <input type="checkbox"/> MARICOPA | <input type="checkbox"/> MOHAVE |
| <input type="checkbox"/> NAVAJO | <input type="checkbox"/> PIMA | <input type="checkbox"/> PINAL |
| <input type="checkbox"/> SANTA CRUZ | <input type="checkbox"/> YAVAPAI | <input type="checkbox"/> YUMA |
| <input type="checkbox"/> STATEWIDE | | |

SERVICES AUTHORIZED TO PROVIDE

Check the following box/es for the services that you are authorized to provide:

☒ **Electric**

- ☐ Investor Owned Electric
- ☐ Rural Electric Cooperative
- ☒ Utility Distribution Company
- ☐ Electric Service Provider
- ☐ Transmission Service Provider
- ☐ Meter Service Provider
- ☐ Meter Reading Service Provider
- ☐ Billing and Collection
- ☐ Ancillary Services
- ☐ Generation Provider
- ☐ Aggregator/Broker

☐ **Telecommunications**

- ☐ Incumbent Local Exchange Carrier
- ☐ Interexchange Carrier
- ☐ Competitive Local Exchange Carrier
- ☐ Reseller
- ☐ Alternative Operator Service Provider

☐ **Gas**

- ☐ Natural Gas
- ☐ Propane

☐ **Other (Specify)** _____

STATISTICAL INFORMATION

TELECOMMUNICATION UTILITIES ONLY

Total residential access lines	_____
Total business access lines	_____
Total revenue from Arizona operations	\$ _____
Total income from Arizona operations	\$ _____
Value of assets used to serve Arizona customers	\$ _____
Accumulated depreciation associated with those assets	\$ _____

STATISTICAL INFORMATION (CONT'D)

ELECTRIC UTILITY PROVIDERS ONLY

Total number of customers	<u>2,016</u>	
Residential	<u>1,752</u>	
Commercial	<u>263</u>	
Industrial	<u>1</u>	
Public street and highway lighting	<u> </u>	
Irrigation	<u> </u>	
Resale	<u> </u>	
 Total kilowatt-hours sold	 <u>1,623,032,102</u>	 kWh
Residential	<u>10,731,098</u>	
Commercial	<u>15,412,995</u>	
Industrial	<u>1,596,888,009</u>	
Public street and highway lighting	<u> </u>	
Irrigation	<u> </u>	
Resale	<u> </u>	
 Maximum Peak Load	 <u>208</u>	 MW

GAS UTILITIES ONLY

Total number of customers	<u> </u>	
Residential	<u> </u>	
Commercial	<u> </u>	
Industrial	<u> </u>	
Irrigation	<u> </u>	
Resale	<u> </u>	
 Total therms sold	 <u> </u>	 therms
Residential	<u> </u>	
Commercial	<u> </u>	
Industrial	<u> </u>	
Irrigation	<u> </u>	
Resale	<u> </u>	

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

RECEIVED

APR 14 2006

**Corporation Commissic
Director of Utilities**

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2005

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2005 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 91,378,442.74

**(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 3,439,803.93
IN SALES TAXES BILLED, OR COLLECTED)**

****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

D.L. True
SIGNATURE OF OWNER OR OFFICIAL
(928) 865-2229
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 12 **DAY OF**

COUNTY NAME <u>Greenlee</u>	
MONTH <u>April</u>	YEAR <u>2006</u>

(SEAL)
Notary Public State of Arizona
Graham County
Roberta A. Milligan
My Commission Expires June 10, 2006

MY COMMISSION EXPIRES June 10, 2006

Roberta A. Milligan
SIGNATURE OF NOTARY PUBLIC

Electric

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY**

MAY 01 2006

AZ CORP COMM
Director Utilities

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2005

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2005 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 1,314,108

(THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 75,552
IN SALES TAXES BILLED, OR COLLECTED

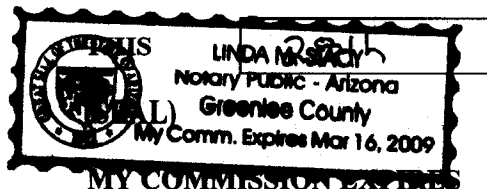
*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.

X D.L. True
SIGNATURE OF OWNER OR OFFICIAL

(928) 865-2229
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF



MY COMMISSION EXPIRES

DAY OF April 2006March 16, 2009

NOTARY PUBLIC NAME <u>Linda M. Stacy</u>	
COUNTY NAME <u>Greenlee</u>	
MONTH <u>April</u>	YEAR <u>2006</u>

X Linda M. Stacy
SIGNATURE OF NOTARY PUBLIC

FINANCIAL INFORMATION

Attach to this annual report a copy of the companies' year-end (Calendar Year 2005) financial statements. If you do not compile these reports, the Utilities Division will supply you with blank financial statements for completion and filing. **ALL INFORMATION MUST BE ARIZONA-SPECIFIC AND REFLECT OPERATING RESULTS IN ARIZONA.**

The Morenci Water & Electric Co.

P.O. Box 68
Morenci, AZ 85540
Telephone (928) 865-2229
Facsimile (928) 865-5261

RECEIVED

MAY 01 2006

**AZ CORP COMM
Director Utilities**

April 28, 2006

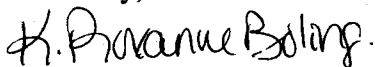
Compliance Section
Utilities Division
Arizona Corporation Commission
1200 West Washington Street
Phoenix, AZ 85007

RE: 2005 Electric Verification and Sworn Statement (page 7 revised)

To Whom It May Concern:

Enclosed please find a copy of The Morenci Water and Electric Co. Revised Electric Verification and Sworn Statement (page 7) for the calendar year ended December 31, 2005. I noticed after the submission of the ACC Electric Annual Report with the Verification and Sworn Statement that page 7 Arizona Intrastate Gross Operating Revenues did not include Tax. I am including a revised submission of page 7.

Sincerely,



K. Roxanne Boling

Accountant

KRB: krb

Enclosures

xc: Larry Corte, Phoenix Legal w/o enclosures

A. D. Zerwas, Treasurer w/o enclosures

File: Financial\Letters